

BEFORE THE NEBRASKA OIL AND GAS CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF THE )  
COMMISSION, ON ITS OWN MOTION, FOR AN )  
ORDER SETTING THE CONSERVATION TAX MILL )  
LEVY ON ALL OIL AND GAS PRODUCED, SAVED, ) ORDER NO. R-806  
AND SOLD OR TRANSPORTED FROM THE PREMISES)  
WHERE PRODUCED IN THE STATE OF NEBRASKA )  
AT THREE (3) MILLS ON THE DOLLAR. )

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 a.m., April 25, 2006, at Sidney, Nebraska, before the Nebraska Oil and Gas Conservation Commission, hereinafter referred to as the "Commission."

NOW, on this 25th day of April, 2006, the Commission, a quorum being present, having considered the evidence adduced, the recommendation of the Commission staff, and being fully advised in the premises,

FINDS:

1. That the Commission has jurisdiction of this cause and the subject matter thereof.

2. That the present four (4) mills per dollar conservation tax mill levy is providing an income to the Commission which exceeds that amount required to meet the current budgeted expenses of the Commission.

3. That the present conservation tax mill levy of four (4) mills per dollar should be reduced to three (3) mills per dollar.

IT IS THEREFORE ORDERED:

1. That the conservation tax mill levy should be and is hereby reduced to three (3) mills per dollar value at the well of all crude oil, dry gas, casinghead gas produced, saved, and sold or transported from the premises in Nebraska where produced.

2. That the reduction in the conservation tax mill levy will be effective at 12:01 a.m., June 1, 2006, and will apply to all crude oil, dry gas, and casinghead gas produced, saved, and sold or transported from the premises in Nebraska where produced, subsequent to that hour and date.

3. That the present four (4) mills per dollar conservation tax mill levy will apply to all crude oil, dry gas, and casinghead gas produced, saved, and sold or transported from the premises in Nebraska where produced, until that hour and date.

DONE, at Sidney, Nebraska, on the day and year hereinabove designated.

STATE OF NEBRASKA  
OIL AND GAS CONSERVATION COMMISSION

---

Reed Gilmore, Commissioner

---

James R. Gohl, Commissioner

---

Thomas M. Sonntag, Commissioner